LEGISLATIVE SERVICES AGENCY OFFICE OF FISCAL AND MANAGEMENT ANALYSIS

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FISCAL IMPACT STATEMENT

LS 7103 NOTE PREPARED: Mar 19, 2009 **BILL NUMBER:** SB 554 **BILL AMENDED:** Feb 17, 2009

SUBJECT: Breast Cancer Screening and Medicaid Eligibility.

FIRST AUTHOR: Sen. Becker BILL STATUS: CR Adopted - 2nd House

FIRST SPONSOR: Rep. Welch

FUNDS AFFECTED: X GENERAL IMPACT: State

 $\begin{array}{c} \textbf{DEDICATED} \\ \underline{\textbf{X}} & \textbf{FEDERAL} \end{array}$

<u>Summary of Legislation:</u> (Amended) This bill adds additional providers to those who are authorized in the screening for breast or cervical cancer for individuals in determining the individual's eligibility for participation in Medicaid.

The bill requires the Indiana State Department of Health (ISDH) to change the ISDH's Breast and Cervical Cancer Screening Program plan to designate Indiana as an option three state for the program.

Effective Date: Upon passage; July 1, 2009.

Explanation of State Expenditures: (Revised) The bill requires ISDH as the Centers for Disease Control DC Title XV state grantee, to revise the state plan for the Breast and Cervical Cancer Screening Program to recognize other screening providers and entities and to include those screening activities under the CDC grant. The bill specifies that the ISDH designate the state as an option 3 state under the program. Option 3 states that "the woman is screened by any other provider or entity and the state CDC Title XV grantee has elected to include screening activities by that provider and screening activities under the CDC grant". This provision would require the ISDH to revise the plan. ISDH could revise the administrative functions within the screening program to accommodate recognizing the screening activities of more providers. [Specific information on the resources that may be needed and potential cost has not been provided by the ISDH. This information will be updated when it is received.]

Currently, only women in need of treatment who are screened through the Breast and Cervical Cancer Screening Program administered by the Indiana State Department of Health (ISDH) are eligible for Medicaid. The bill specifies that women under the age of 65, who have no credible health insurance, and whose family

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income is less than 200% of the federal poverty level, who are determined to need treatment for breast or cervical cancer as a result of screening done by the ISDH program or other providers under the federal Breast and Cervical Cancer Mortality Prevention Act of 1990 are eligible for Medicaid.

OMPP reported that 374 women were enrolled in the Medicaid Breast and Cervical Cancer Treatment Services program with an average cost of \$14,204 for FY 2008. The total cost for FY 2008, was \$5.3 M requiring \$1.4 M in state General Funds. Allowing additional provider's screening activities to qualify a woman for treatment provided by Medicaid may not necessarily result in an expansion of Medicaid cost. CDC screening program data indicates that in five years, 112 women were diagnosed with breast or cervical cancer through the ISDH screening program following screening examinations funded through another source. This data indicates that the ISDH screening program may be duplicating services in order to allow otherwise qualified individuals access to Medicaid-provided treatment.

Background Information-

The Federal Breast and Cervical Cancer Prevention and Treatment Act of 2000: The Federal Breast and Cervical Cancer Prevention and Treatment Act of 2000 amended the Medicaid program to give states enhanced matching funds in order to provide Medicaid eligibility to a new group of individuals not previously eligible under the program. The Act specifies that full Medicaid benefits may be provided only to uninsured women in need of treatment, under age 65, and who are identified through the National Breast and Cervical Cancer Early Detection Program operated by the Centers for Disease Control (CDC). There are no Medicaid income or resource limitations imposed by federal law for this eligibility group.

Healthy Indiana Plan (HIP): Women under the age of 65 who have no credible health insurance and whose family income is less than 200% of the federal poverty level could potentially be eligible for coverage under the HIP program.

National Breast and Cervical Cancer Early Detection Program: The Indiana State Department of Health's Breast and Cervical Cancer Program (BCCP) receives both state and federal funds. The program helps uninsured and underserved women gain access to screening services for the early detection of breast and cervical cancers. BCCP provides clinical breast examinations, mammograms, and Pap tests for eligible women, as well as diagnostic testing for women whose screening outcome is abnormal. BCCP serves between 6,000 and 7,000 women annually. Eligibility is limited to women who are at or below 200% of the federal poverty level, between 40 and 64 years of age, and uninsured or underinsured.

CDC considers a woman to have been screened under the program if she comes under any one of the following categories:

- (1) CDC Title XV funds paid for all or part of the cost of her screening services.
- (2) The woman is screened under a state BCCP in which her particular service was not paid for by Title XV funds but the service was provided by an entity funded at least in part by Title XV grant funds, the service was within the scope of the grant, and the state CDC Title XV grantee has elected to include such screening activities by that provider as screening activities under the CDC grant.
- (3) The woman is screened by any other provider or entity and the state CDC Title XV grantee has elected to include screening activities by that provider and screening activities under the CDC grant.

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Explanation of State Revenues: See *Explanation of State Expenditures*. The state share of enhanced medical expenditures is approximately 26%. Enhanced medical services are matched by the federal match rate in Indiana at approximately 74%. Administrative expenditures are generally matched at 50%.

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: OMPP, Family and Services Administration.

Local Agencies Affected:

<u>Information Sources:</u> CMS State Health Official Letter, January 4, 2001, Breast and Cervical Cancer Prevention and Treatment Act of 2000 - *Eligibility, and National Breast and Cervical Cancer Early Detection Program Summaries - Indiana* at: http://www.cdc.gov/cancer/nbccedp/data/summaries/indiana.htm

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